

MINUTES OF REGULAR MEETING - VIDEO
OPEN SESSION
December 14, 2016
ILLINOIS GAMING BOARD
Chicago, ILLINOIS

NOTE: ITEMS IN **BOLDFACE PRINT** REFLECT OFFICIAL BOARD ACTIONS

On Wednesday, December 14, 2016 a Regular Meeting - Video of the Illinois Gaming Board ("Board") was held on the 5th floor at 160 N. LaSalle at the Michael J. Bilandic Building, Chicago, Illinois immediately following. Present were the following: Chairman Don Tracy, Members Hector Alejandre, Member Dee Robinson, Member Steve Dolins and Member Thomas Dunn.

APPROVAL OF OPEN SESSION MINUTES:

Member Dunn moved that the Board approve the open session minutes from its Regular Meeting of November 3, 2016. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

CHAIRMAN'S COMMENTS:

Chairman Tracy commented on the inducement policy's implementation and the SEP program for Video Gaming.

ADMINISTRATOR'S REPORT:

Administrator Ostrowski stated that there are 5,732 locations and 24,811 VGT's currently operating.

PUBLIC COMMENTARY:

IGMOA – Scott Renville – Vice President

TERMINAL OPERATOR LICENSEE ITEMS

Initial Licenses

- **Global Gaming Industries LLC**

Member Alejandre moved that the Board **deny** the Terminal Operator license application of **Global Gaming Industries LLC**, as it has failed to demonstrate its qualifications and suitability for licensure, and to authorize the Administrator to issue a notice of denial. Member Dunn seconded the motion. The motion passed unanimously by roll call vote.

- **Jackpot Video Gaming, Inc.**

Member Dolins moved that the Board issue a Terminal Operator license to **Jackpot Video Gaming, Inc.**, for a term of one year, expiring in December 2017, as the applicant has demonstrated its qualifications and suitability for licensure. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

License Renewals

- **Springfield Gaming, LLC**

Member Dolins moved that the Board renew the Terminal Operator License of **Springfield Gaming, LLC** for a term of one year, expiring in December 2017. Member Dunn seconded the motion. The motion passed unanimously by roll call vote.

MANUFACTURER, DISTRIBUTOR & SUPPLIER LICENSEE ITEMS

License Renewals

- **Illinois Rewards, Inc. d/b/a Rewards Suites – Supplier License Renewal**

Member Robinson moved that the Board renew the ~~Supplier License~~ of **Illinois Rewards, Inc. d/b/a Rewards Suites**, for a period of one year, expiring in December 2017. Member Alejandre seconded the motion. The motion passed unanimously by roll call vote.

DISASSOCIATION PURSUANT TO BOARD RULE 795

Member Dunn moved that the Board issue a notice of disassociation to **Gaming & Entertainment Management – Illinois LLC**, ordering it to disassociate from **Melissa Mendino-Hektor**, said disassociation to become effective 21 days from the date of service of the notice, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

Member Dunn moved that the Board table the matter pertaining to an 'other interested party' of **LZ Entertainment LLC**. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

TECHNICIAN & TERMINAL HANDLER LICENSEE ITEMS

Initial Terminal Handler Licenses and Technician Licenses - Approvals and Denials

Member Robinson moved that the Board approve issuance of **36 Terminal Handler** licenses. Member Alejandre seconded the motion. The motion passed unanimously by roll call vote.

Renewal of Technicians and Handlers (second motion)

Member Alejandro moved to **approve the renewal** of the licenses of Technicians and Terminal Handlers who were previously licensed or renewed in December 2015, and who have properly updated their applications, timely paid their annual fees and otherwise maintained compliance with the requirements of the Act and the Board's Rules. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

VIDEO GAMING LOCATION LICENSEE ITEMS:

Initial Video Gaming Location Licenses - Approvals & Denials

Member Dolins moved to approve **89 Video Gaming Establishment Licenses**, valid for a period of one year, expiring in December 2017, and authorize the Administrator to issue Notices of Denial to:

- Stone Lake Partners L.L.C. d/b/a Club Allure Chicago
- Isaac Sanders d/b/a Marque Place
- Candi Stith d/b/a Las Huertas Grill
- BP Evergreen, LLC d/b/a BP Evergreen, LLC
- JCJ Beverages II, Inc. d/b/a Balen's Bar & Grill
- Red Carpet Ent Inc. d/b/a Red Carpet Lounge
- JEP Inc. d/b/a Hamilton's Pub
- CR Thirteen Peoria Heights LLC d/b/a Lucky's Modern Dive
- Aragona Corporation d/b/a Aragona Club
- Good Shakti, LLC d/b/a Hott 7's
- D.M. Vidor, Inc. d/b/a Remington's Gastropub

Member Dunn seconded the motion. The motion passed unanimously by roll call vote.

Renewal and Non-Renewal of Locations (second motion)

Member Robinson moved to **approve the renewal** of the Retail Establishments, Truck Stops, Veteran and Fraternal Establishments previously licensed or renewed in December 2015, that have properly updated their applications, timely paid their annual fee, and otherwise maintained compliance with the requirements of the Act and the Board's Rules, and authorize the Administrator to issue a notice of non-renewal to **ARCADE CAFE & PANCAKE HOUSE INC.** Member Alejandro seconded the motion. The motion passed unanimously by roll call vote.

ADMINISTRATIVE REQUESTS FOR HEARING, REQUESTS TO REAPPLY

Requests for Hearing

Member Dunn moved that the Board rescind its November 3, 2016 denial of the establishment license renewal application submitted by **Danny Carney Inc. d/b/a Joker's Bar & Grill**, and renew this establishment's license for a term of one year, retroactive to November 2016, expiring in November 2017. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

DISCIPLINARY ACTIONS

Active Tax Liability and Failure to Meet the Minimum Qualifications for Licensure

Member Alejandro moved to issue a Disciplinary Complaint revoking two establishment license of **JB III LLC d/b/a Shepard's Italian Villa** and **Thomas Transport Inc. d/b/a Kountry Korner's** for having active tax liabilities and not maintaining the minimum qualifications for licensure, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

Member Robinson moved to issue a Disciplinary Complaint revoking the establishment license of **Gilman Red Door, Inc.**, due to its owner's criminal arrest, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Alejandro seconded the motion. The motion passed unanimously by roll call vote.

Active Tax Liability and Failure to Cooperate with Board Agents

Member Alejandro moved to issue Disciplinary Complaints revoking the establishment license of **Ronald & Patricia Ponton d/b/a The Loft** and **C.G.S., L.L.C. d/b/a C.G.S. LLC** for failing to keep current on their obligations to the state and for failing to cooperate with the Board's efforts to resolve these issues, said actions to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed by each location within that timeframe. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

Failure to Maintain Valid Liquor License

Member Alejandro moved to issue a Disciplinary Complaint revoking the establishment license of **Nami 99, Inc. d/b/a Sway Bar** for operating video gaming terminals without a valid liquor license, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

Failure to Disclose Changes in Ownership

Member Alejandro moved that the Board issue Disciplinary Complaints revoking the establishment licenses of:

- **Chickasaw, LLC d/b/a Bonny's Bistro**
- **Dakota One, LLC d/b/a Bonny's Bistro**
- **Menominee, LLC d/b/a Bonny's Bistro**
- **Mokena One, LLC d/b/a Bonny's Bistro and**
- **Sauk, LLC d/b/a Bonny's Bistro**

for failing to properly notify the Board of changes in their ownership, said action to take effect 21 days from the date of service of the Complaint, unless each location pays a \$1,000 fine or properly files an Answer within that timeframe. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

Undisclosed PSICs, Hidden Ownership and Lying to Board Agents

Member Robinson moved to issue a Disciplinary Complaint revoking the Establishment licensees of:

- **Whit's End 51, Inc. d/b/a Whit's End 51**
- **Whits End 48, Inc. d/b/a Whits End 48, Inc. and**
- **CAC Restaurants, Inc. d/b/a Coz's**

for failing to identify to the Board an individual required to be identified under the Rules, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Alejandro seconded the motion. The motion passed unanimously by roll call vote.

Member Dolins moved to issue Disciplinary Complaints revoking the establishment licenses of:

- **Q West Inc. d/b/a Q Bar**
- **Deep Pockets Billiards, LLC d/b/a Deep Pockets Billiards**
- **B. T. Miller, Inc. d/b/a Racks on the Racks**
- **Michelle's S I Inc. d/b/a Michelle's Stumble Inn and**
- **TJ's Bar & Grill, Inc. d/b/a TJ Snickers Sports Bar & Grill**

for allowing unlawful gambling on the premises, said action to take effect 21 days from the date of service of the Complaint, unless each location pays a fine of \$5,000 or properly files an Answer within that timeframe. Member Dunn seconded the motion. The motion passed unanimously by roll call vote.

Member Robinson moved to issue Disciplinary Complaints revoking the establishment licenses of:

- **WT Entertainment, LLC d/b/a Halfway Inn** (120707529);
- **WT Entertainment, LLC d/b/a POW WOW** (130704884);

for their personal and business associations, and for obstructing and attempting to deceive the Board's agents, said action to take effect 21 days from the date of service of the Complaint, unless each location properly files an Answer within that timeframe. Member Alejandre seconded the motion. The motion passed unanimously by roll call vote.

Member Alejandre moved to issue a Disciplinary Complaint revoking the Terminal Handler license of **Jeffrey Constantino** due to his associations with persons of notorious or unsavory reputation, said action to take effect 21 days from the date of service of the Complaint, unless an Answer is properly filed within that timeframe. Member Robinson seconded the motion. The motion passed unanimously by roll call vote.

Member Dunn moved to delegate to the Administrator the authority to execute a settlement agreement with **Wasabi Japanese Kitchen LLC d/b/a Diamond's Sushi & Food related to DC-V-16-109** and authorize the Board's legal counsel to present the executed settlement agreement to the Administrative Law Judge for disposition of this matter. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

Member Dunn moved to delegate to the Administrator the authority to execute a settlement agreement with **MIH Enterprises, Inc. related to DC-V-16-39**, and authorize the Board's legal counsel to present the executed settlement agreement to the Administrative Law Judge for disposition of this matter. Member Dolins seconded the motion. The motion passed unanimously by roll call vote.

At 10:02 A.M. Member Dunn motioned to adjourn and Member Alejandre seconded the motion. All Members voted in favor of adjournment.

Respectfully submitted,

Mary C. Boruta
Secretary to the Administrator